BEFORE THE OIL CONSERVATION COMMISSION

STATE OF NEW MEXICO

IN THE MATTER OF THE APPLICATION OF   )
UNION OIL COMPANY OF CALIFORNIA FOR   )
AN ORDER CREATING AND DESIGNATING A   )
NEW OIL POOL FOR THE PRODUCTION   OF   )
OIL FROM THE DEVONIAN FORMATION,   )
SUCH POOL TO CONSIST OF ALL OF SECTION   )   No. 4069
12, TOWNSHIP 17 SOUTH, RANGE 36 EAST,   )
N.M.P.M., LEA COUNTY, NEW MEXICO, AND   )
ESTABLISHING SPECIAL RULES AND REGULA-   )
TIONS FOR SAID POOL, INCLUDING   80   )
ACRE SPACING.   )
_____)

APPLICATION

COMES NOW the Applicant, Union Oil Company of California,

by its attorney, John F. Russell, and states:

1.   That Applicant did complete its Midway State No. 1

Well located 2310 feet from the North and West lines of Section

12, Township 17 South, Range 36 East, N.M.P.M., Lea County,

New Mexico, on or about December 22, 1968, and said well poten-

tialed 538 barrels of oil in a 24 hour period from the Devonian

Formation.

2.   That said well discovered a new, common source of supply

in this area.

3.   That in conformity with the practices of the Commission,

a pool should be created, defined and classified, including such

acreage as appears to cover the newly discovered source of supply

located in Section 12, Township 17 South, Range 36 East, N.M.P.M.,

Lea County, New Mexico.

4. That the probable areal extent of the common source of supply is limited, and to prevent waste and to protect correlative rights, proration units of 80 acres should be established.

5. That one well will efficiently and economically drain at least 80 acres of the said common source of supply.

WHEREFORE, Applicant requests the Commission to set this matter down for hearing before one of its examiners, to publish notice as required by law, and, after hearing, issue its order creating and designating a new oil pool as prayed for herein, and to provide for the orderly development of the common source of supply, and to prevent waste, drilling units of 80 acres, well-spacing regulations, and a casing program for said common source of supply.

Respectfully submitted,

UNION OIL COMPANY OF CALIFORNIA

By _John F. Russell_
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